

Amendment No. 2 to HB2501

Sargent
Signature of Sponsor

AMEND Senate Bill No. 2596

House Bill No. 2501*

ADMINISTRATION AMENDMENT

by adding the following Sections between Sections 58 and 59 of the bill and by renumbering the Sections accordingly.

ADDITIONAL 2014-2015 APPROPRIATIONS

SECTION 59. Other Additions to Budget. In addition to the amounts appropriated in Sections 1 and 4 of this act, the following amounts are appropriated, and the Commissioner of Finance and Administration is authorized to allocate the appropriations to the appropriate organizational units and to adjust federal aid and other departmental revenues and position authorizations accordingly. Full-time (FT) and part-time (PT) position authorizations are estimated in the text of the following line items.

Item 1. General Fund and Education Fund Appropriations. The following appropriations are from the general fund and education fund, as applicable.

(a) To the Comptroller of the Treasury, the amount of \$5,500,000 (non-recurring) for the Tax Relief program.

(b) To the Treasury Department, the amount of \$130,000, of which \$20,000 is non-recurring, from departmental revenues for information systems security. One full-time position is authorized.

(c) To the Board of Parole, two full-time administrative positions are authorized. The Commissioner of Finance and Administration is authorized to transfer from operations to payroll amounts sufficient to fund the positions.

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(d) To the Department of Education, Basic Education Program, the amount of \$5,737,900 for BEP formula growth.

(e) To the Department of Health, one full-time position is authorized for the children's care advisory council. The Commissioner of Finance and Administration is authorized to transfer from operations to payroll amounts sufficient to fund the position.

Item 2. Dedicated Source Appropriations. The following appropriations are from dedicated state revenue sources and departmental revenue.

(a) To the Department of Health, the amount of \$614,600, of which \$17,500 is non-recurring, for the Office of the General Counsel staffing. Five full-time positions are authorized.

SECTION 60. Legislation. In addition to the appropriations in Sections 1 and 4 of this act, the following amounts hereby are appropriated for the purpose of implementing the cited bills, and such additional or lesser amounts indicated in the final fiscal note on the bills as enacted are hereby appropriated. The Commissioner of Finance and Administration is authorized to allocate the appropriations to the appropriate organizational units and to adjust federal aid and other departmental revenues and authorized positions accordingly. Federal and other departmental revenue adjustments may be made in reconciliation to said fiscal notes and to available federal aid and other departmental revenue. Adjustments to the number of authorized positions indicated in the line items as full-time (FT), part-time (PT), and seasonal shall be reconciled to the fiscal notes. The negative amounts in line-items of this section are

appropriation reductions, and the positive amounts are appropriation increases. The appropriation in each item of this section is subject to the bill cited in that item becoming a law, except as otherwise provided.

Item 1. General Fund and Education Fund Appropriations. The following appropriations are from the general fund and education fund, as applicable.

	<u>Recurring</u>	<u>Non-Recurring</u>
1. SB 1626 / HB 1422 – Miscellaneous Appropriations – Background Checks - Fiscal Note Reconciliation	\$ 0	\$ (100)
2. SB 196 / HB 190 – Tennessee Choice and Opportunity Scholarship Act (2 FT)	173,000	0
3. SB 2597 / HB 2500 - Budget Implementation - General Law Changes - Sum Sufficient Estimated @ \$0	0	0
4. SB 830 / HB 702 - State Charter School Panel (2 FT)	217,300	0
5. SB 1505 / HB 1422 – Secretary of State – Non-profit Corporations	0	12,600
6. SB 579 / HB 8 – Correction – Incarceration – Unlawful Photographing	105,100	0
7. SB 1913 / HB 1736 – Revenue – Air Medal License Plate – Fiscal Note Reconciliation	(71,000)	(18,000)
Total	\$ 424,400	\$ (5,500)

Item 2. Dedicated Source and Earmarked Appropriations. The following appropriations are from dedicated state revenue sources and departmental revenues.

	<u>Recurring</u>	<u>Non-Recurring</u>
1. SB 1620 / HB 1461 - C&I – Real Estate Appraiser Commission Fingerprinting Initiative – Fiscal Note Reconciliation	\$ (40,000)	\$ (1,700)
2. SB 1646 / HB 1441 - Labor – Workers' Compensation – Fiscal Note Reconciliation	(97,000)	0
3. SB 2471 / HB 2491 – Drive to 55 – Lottery Scholarships – Fiscal Note Reconciliation	(7,500,000)	0
Total	\$ (7,637,000)	\$ (1,700)

SECTION 61. Cost Increase Reductions. The appropriations in Section 1 of this act, except as otherwise provided herein, hereby are reduced in the following amounts for the purpose of deleting cost increase appropriations and positions that had been recommended in the 2014-2015 Budget Document, and the Commissioner of Finance and Administration is authorized to allocate the appropriation reductions to the appropriate organizational units and to adjust federal aid and other departmental revenues and authorized positions accordingly.

Item 1. The appropriation in Section 1, Title III-22, Item 32, Administration Legislation, hereby is reduced in the amount of \$4,406,400, with \$1,999,100 recurring and \$2,407,300 non-recurring.

Item 2. The appropriation in Section 1, Title III-22, Item 33, Administration Amendment, hereby is reduced in the amount of \$7,000,000, with \$3,000,000 recurring and \$4,000,000 non-recurring.

Item 3. The appropriation in Section 1, Title III-22, Item 14, State Employees 1.0% Salary Increase, hereby is reduced in the amount of \$15,600,000 recurring.

Item 4. The appropriation in Section 1, Title III-9, Item 2.1c, Basic Education Program, hereby is reduced in the amount of \$48,600,000 recurring for teachers' salary increase.

Item 5. The appropriation in Section 1, Title III-9, Item 2.1c, Basic Education Program, hereby is reduced in the amount of \$6,000,000 recurring for basic education program – salary equity.

Item 6. The appropriation in Section 1, Title III-20, Item 3, Highway Patrol, hereby is reduced in the amount of \$597,400 recurring for salary survey for commissioned officers.

Item 7. The appropriation in Section 1, Title III-20, Item 7, Driver Education, hereby is reduced in the amount of \$1,100 recurring for salary survey for commissioned officers.

Item 8. The appropriation in Section 1, Title III-11, Item 8, Tennessee Law Enforcement Training Academy, hereby is reduced in the amount of \$9,200 recurring for salary survey for commissioned officers.

Item 9. The appropriation in Section 1, Title III-6, Item 1, Wildlife Resources Agency, hereby is reduced in the amount of \$279,600 recurring for salary survey for commissioned officers.

Item 10. The appropriation in Section 1, Title III-6, Item 2, Boating Safety, hereby is reduced in the amount of \$40,000 recurring for salary survey for commissioned officers.

Item 11. The appropriation in Section 1, Title III-10, Item 2, Excellence Initiatives, hereby is reduced in the amount of \$159,400 recurring for operating cost increase – Non-Formula Units.

Item 12. The appropriation in Section 1, Title III-10, Item 3, University of Tennessee System, hereby is reduced in the amount of \$5,436,900 recurring for Outcome Growth – Formula Units and Operating Cost Increase – Non-Formula Units.

Item 13. The appropriation in Section 1, Title III-10, Item 4, Tennessee Board of Regents System, hereby is reduced in the amount of \$7,303,700 recurring for Outcome Growth – Formula Units and Operating Cost Increase – Non-Formula Units.

Item 14. The appropriation in Section 1, Title III-22, Item 16, Group Health Insurance Premium – State Employees 1/1/2015, hereby is reduced in the amount of \$7,490,500 recurring.

Item 15. The appropriation in Section 1, Title III-9, Item 2.1c, Basic Education Program, hereby is reduced in the amount of \$8,013,000 recurring for teachers' group health insurance – January 1, 2015.

Item 16. The appropriation in Section 1, Title III-10, Item 3, University of Tennessee System, hereby is reduced in the amount of \$2,638,100 recurring for group health insurance – January 1, 2015.

Item 17. The appropriation in Section 1, Title III-10, Item 4, Tennessee Board of Regents System, hereby is reduced in the amount of \$3,766,100 recurring for group health insurance – January 1, 2015.

Item 18. The appropriation in Section 1, Title III-3, Item 2, Consumer and Industry Services, hereby is reduced in the amount of \$183,400 for metrology laboratory staffing. This item reflects a recurring decrease of \$366,800 and non-recurring increase of \$183,400.

Item 19. The appropriation in Section 1, Title III-5, Item 5, Tennessee State Parks, hereby is reduced in the amount of \$1,000,000 recurring and increased in the amount of \$1,500,000 non-recurring for state parks operations.

Item 20. The appropriation in Section 1, Title III-7, Item 1, Administration, hereby is reduced in the amount of \$2,175,600 non-recurring for the offender management information system replacement.

Item 21. The appropriation in Section 1, Title III-8, Item 9, Film and Television Incentive Fund, hereby is reduced in the amount of \$4,000,000 non-recurring for the film and television incentive program.

Item 22. The appropriation in Section 1, Title III-17, Item 3, Community Services, hereby is reduced in the amount of \$1,415,600 recurring and increased \$1,415,600 non-recurring for grants to Human Resource and Community Action Agencies.

Item 23. The appropriation in Section 1, Title III-14, Item 3, Community Substance Abuse Services, hereby is reduced in the amount of \$1,700,000 recurring for the statewide recovery drug court.

Item 24. The appropriation in Section 1, Title III-4, Item 1, Administration and Marketing, hereby is reduced in the amount of \$2,000,000 non-recurring for a marketing task force.

Item 25. The appropriation in Section 1, Title III-22, Item 30, Internal Service Fund Billings, hereby is reduced in the amount of \$1,500,000 recurring.

Item 26. The appropriation in Section 1, Title III-22, Item 34, Legislature Initiatives, hereby is reduced in the amount of \$1,700,000 recurring and \$2,700,000 non-recurring.

Item 27. The appropriation in Section 1, Title III-1, Item 2.1, District Attorneys General, hereby is reduced in the amount of \$850,000 recurring for operational funding.

Item 28. The appropriation in Section 1, Title III-17, Item 2.1, Child Support, hereby is reduced in the amount of \$150,000 recurring for child support – district attorneys general conference office restructuring.

Item 29. The appropriation in Section 1, Title III-1, Item 4.1, District Public Defenders, hereby is reduced in the amount of \$381,900 recurring.

Item 30. The appropriation in Section 1, Title III-1, Item 4.2, Executive Director, hereby is reduced in the amount of \$18,100 recurring.

Item 31. The appropriation in Section 1, Title III-22, Item 24, Severance Benefit Plan, hereby is reduced in the amount of \$2,200,000 non-recurring.

SECTION 62. Additional Base Reductions. The appropriations in Section 1 of this act, except as otherwise provided herein, hereby are reduced in the following amounts in addition to the base reductions and positions that had been recommended in Volume 2 of the 2014-2015 Budget Document, and the Commissioner of Finance and Administration is authorized to allocate the appropriation reductions to the appropriate organizational units and to adjust federal aid and other departmental revenues and authorized positions accordingly.

Item 1. The appropriation in Section 1, Title III-31, Item 4, Amortization of Authorized and Unissued Construction Bonds, is hereby reduced by \$1,100,000.

Item 2. The appropriation in Section 1, Title III-9, Item 2.1c, Basic Education Program, hereby is reduced in the amount of \$5,000,000 for the BEP growth fund. This represents a reduction of \$10,000,000 recurring and increase of \$5,000,000 non-recurring.

Item 3. The appropriation in Section 1, Title III-9, Item 2.1b, Career Ladder, hereby is reduced in the amount of \$4,000,000 recurring.

Item 4. The appropriation in Section 1, Title III-17, Item 2.2, Family Assistance Services, hereby is reduced in the amount of \$4,750,000 recurring for families first contract reductions.

Item 5. The appropriation in Section 1, Title III-26, Item 2, TennCare Medical Services, hereby is reduced in the amount of \$18,498,500 recurring and increased \$18,498,500 non-recurring for a provider rate reduction.

Item 6. The appropriation in Section 1, Title III-26, Item 1, TennCare Administration, hereby is reduced in the amount of \$6,500,000 recurring for eligibility determination.

Item 7. The appropriation in Section 1, Title III-1, Item 5, Comptroller of the Treasury, hereby is reduced in the amount of \$1,121,700 recurring in lieu of an increased non-recurring overappropriation level.

Item 8. The appropriation in Section 1, Title III-1, Item 3, Secretary of State, hereby is reduced in the amount of \$654,600 recurring in lieu of an increased non-recurring overappropriation level.

Item 9. The appropriation in Section 1, Title III-1, Item 7, Treasury Department, hereby is reduced in the amount of \$31,500 recurring in lieu of an increased non-recurring overappropriation level.

CAPITAL OUTLAY – ADDITIONAL PROVISIONS

SECTION 63. Capital Outlay Additional Provisions. The following provisions are in addition to other provisions of this act concerning the capital outlay budget and the facilities revolving fund capital outlay budget.

Item 1. The provisions of this item shall take effect upon becoming law, the public welfare requiring it. There is hereby appropriated the following amounts, which shall be in addition to the appropriations provided in Public Acts of 2013, Chapter 453, and in Section 38 of this act.

(a) Department of General Services – Tennessee Tower HVAC Upgrades Planning, in the amount of \$300,000 from the reserves of the state office buildings and support facilities revolving fund.

(b) Department of General Services – Tennessee Tower Drainage Repairs Planning, in the amount of \$20,000 from the reserves of the state office buildings and support facilities revolving fund.

Item 2. In addition to the Facilities Revolving Fund capital maintenance projects listed on page A-156 of the 2014-2015 Budget Document and in Section 4, Title III-26 of this act, the following amounts hereby are funded from the reserves of the state office buildings and support facilities revolving fund.

(a) Department of General Services – Tennessee Tower HVAC Upgrades, in the amount of \$3,200,000.

(b) Department of General Services – Tennessee Tower Drainage Repairs, in the amount of \$230,000.

Item 3. In addition to the capital outlay projects listed on pages A-137 through A-140 of the 2014-2015 Budget Document and in Section 1, Title III-32 of this act, the following hereby are funded.

(a) Department of Veterans Affairs – West Tennessee Veterans Cemetery paving and irrigation, in the amount of \$880,000.

(b) Veterans Home Board – West Tennessee Veterans Nursing Home Pre-planning, in the amount of \$600,000.

Item 4. Of the capital outlay projects listed on pages A-137 through A-138 of the 2014-2015 Budget Document and in Section 1, Title III-32 of this act, the following hereby are reduced.

(a) Department of Veterans Affairs – East Tennessee Veterans Cemetery paving and irrigation, in the amount of \$35,000.

(b) Department of Veterans Affairs – Middle Tennessee Veterans Cemetery upgrades, in the amount of \$240,000.

(c) Department of Veterans Affairs – Veterans Cemetery Kiosk Locators, in the amount of \$20,000.

(d) Department of Veterans Affairs – West Tennessee Veterans Cemetery upgrades, in the amount of \$215,000.

(e) Tennessee Board of Regents – Volunteer State Community College Humanities building, in the amount of \$90,000. An amount of \$90,000 from institutional sources shall be provided to correct the institutional match requirement for this project. The total project cost on page A-137 of the 2014-2015 Budget Document is not affected by this adjustment.

Item 5. Of the capital maintenance projects listed on pages A-139 through A-140 of the 2014-2015 Budget Document and Section 1, Title III-32 of this act, the following hereby are reduced.

(a) Department of Veterans Affairs – East Tennessee Veterans Cemetery essential maintenance, in the amount of \$200,000.

(b) Department of Veterans Affairs – Middle Tennessee Veterans
Cemetery essential maintenance, in the amount of \$170,000.

JUDICIAL SALARIES REBASING

SECTION 64. Judicial Salary Rebasing. If Senate Bill No. 2598 / House Bill No. 2499, relative to salaries of judges and chancellors, becomes law, the following amounts recommended in the 2014-2015 Budget Document to fund the bill are hereby reduced in Section 1 of this act.

Item 1. In Title II, Item 1, Appellate and Trial Courts, there hereby is reduced \$498,900 recurring.

Item 2. In Title II, Item 14, Administrative Office of the Courts, there hereby is reduced \$2,800 recurring.

Item 3. In Title III-1, Item 1.1, Attorney General and Reporter, there hereby is reduced \$600 recurring.

Item 4. In Title III-1, Item 2.1, District Attorneys General, there hereby is reduced \$163,600 recurring.

Item 5. In Title III-1, Item 2.3, Executive Director, there hereby is reduced \$5,300 recurring.

Item 6. In Title III-1, Item 4.1, District Public Defenders, there hereby is reduced \$146,200 recurring.

Item 7. In Title III-1, Item 4.2, Executive Director, there hereby is reduced \$5,000 recurring.

Item 8. In Title III-1, Item 4.3, Shelby County Public Defender, there hereby is reduced \$5,000 recurring.

Item 9. In Title III-1, Item 4.4, Davidson County Public Defender, there hereby is reduced \$5,000 recurring.

Item 10. In Title III-1, Item 6, Office of the Post-Conviction Defender, there hereby is reduced \$5,000 recurring.

Item 11. In Title III-2, Item 1.1, Governor's Office, there hereby is reduced \$400 recurring.

If Senate Bill No. 2598 / House Bill No. 2499 does not become law, the appropriation reductions in this section are hereby reduced pursuant to the calculation of judicial salary calculation codified in Tennessee Code Annotated, Section 8-23-101(d)(3), attorney general and reporter salary calculation in Tennessee Code Annotated Section 8-6-104, and gubernatorial salary calculation in Tennessee Code Annotated, Section 8-1-102.

SECTION 65. Reorganizations. In addition to the amounts appropriated in Sections 1 and 4 of this act, the following amounts are appropriated, and the Commissioner of Finance and Administration is authorized to allocate the appropriations to the appropriate organizational units and to adjust federal aid and other departmental revenues and authorized positions accordingly. Provided, however, that the negative amounts in line-items of this section are appropriation reductions or deletions and the positive amounts are appropriation increases. Full-time (FT) and part-time (PT) position authorizations are estimated in the text of the following line items.

	Recurring Appropriation	Departmental Revenue
I. Shared Services Solutions:		
1. F&A Shared Service Solutions (-5 FT)	\$ 0	\$ (519,700)
2. Commission on Children and Youth (1 FT)	0	0
3. Human Resources (2 FT)	0	0
4. Veterans Affairs (1 FT)	0	0
Sub-Total Shared Services Solutions	\$ 0	\$ (519,700)
II. Higher Education – State Administered Programs:		
1. Tennessee Promise Endowment – Scholarship Funds	\$ (8,000,000)	\$ 0
2. Tennessee Student Assistance Awards – Scholarship Funds	8,000,000	0
Sub-Total Higher Education – State Administered Programs	\$ 0	\$ 0

III. Commerce and Insurance:

1. Insurance – Marina Electrical Inspection (-1 FT)	\$	0	\$	0
2. Fire Prevention – Marina Electrical Inspection (1 FT)		0		0
Sub-Total Commerce and Insurance	\$	0	\$	0

IV. Safety:

1. Highway Patrol – Operational Funding	\$	(1,500,000)	\$	0
2. Driver License Issuance – Operational Funding		1,500,000		0
Sub-Total Safety	\$	0	\$	0
Total	\$	0	\$	(519,700)

The transfer of authorized positions in Commerce and Insurance for Marina Electrical Inspection in item III above is subject to Senate Bill No. 1954 / House Bill No. 1892 becoming a law.

PROGRAM ADJUSTMENTS FROM DEPARTMENTAL REVENUE

SECTION 66. Program Adjustments Funded by Departmental Revenue. The appropriations of departmental revenue in Section 4 to the following programs shall be adjusted for the stated purposes:

Item 1. To the Department of the Treasury, an amount of \$195,200 from departmental revenues is hereby appropriated to correct the revenue estimate that was understated in the 2014-2015 Budget Document, pages B-39 and B-40.

Item 2. To the TennCare Bureau, Supplemental Payments, an amount of \$6,550,000 from federal aid is hereby appropriated to correct the revenue estimate reduction that was overstated in the 2014-2015 Budget Document, Volume 2, Base Budget Reductions, page 38, item 14, Grants to Targeted Hospitals and Clinics.

Item 3. To the Department of Human Services, Child Support, an amount of \$4,800,000 from non-governmental revenue (IV-A Revenue) is hereby appropriated to

correct the revenue estimate that was understated in the 2014-2015 Budget Document, page B-176.

Item 4. To the Department of Human Services, Child Support, an amount of \$2,000,000 from departmental revenue (transaction fees) is hereby appropriated to correct the revenue estimate that was understated in the 2014-2015 Budget Document, page B-176.

**SECTION 39 – PROGRAM EXPANSIONS
FROM FEDERAL AND OTHER DEPARTMENTAL REVENUE**

AND FURTHER AMEND by deleting Section 39 in its entirety and inserting the following as a new Section 39:

SECTION 39. Program Expansions from Federal and Other Departmental Revenue.

The provisions of this section shall take effect upon becoming law, the public welfare requiring it. At June 30, 2014, any unexpended balances of departmental revenues and federal aid funds appropriated in this section are hereby reappropriated in the fiscal year beginning July 1, 2014.

There is hereby appropriated from departmental revenues and federal aid funds the amounts hereinafter set out:

	<u>2013-2014</u>	<u>2014-2015</u>
Commissions		
1. Alcoholic Beverage Commission	\$ 27,000	\$ 27,000
2. Tennessee Regulatory Authority	189,200	250,000
Sub-Total Commissions	<u>\$ 216,200</u>	<u>\$ 277,000</u>
TennCare		
1. TennCare Administration	115,500	692,800
Environment and Conservation		
1. Office of Sustainable Practices	\$ 0	\$ 40,000
2. Office of Energy Programs	0	213,300
Sub-Total Environment and Conservation	<u>\$ 0</u>	<u>\$ 253,300</u>
Higher Education – State Administered Programs		
1. Tennessee Higher Education Commission	0	75,000
Mental Health and Substance Abuse Services		
1. Community Substance Abuse Services	36,000	164,000

Health		
1. Laboratory Services	\$ 33,600	\$ 67,100
2. Communicable and Environmental Disease Services	64,500	128,700
3. Local Health Services	5,469,600	0
Sub-Total Health	<u>\$ 5,567,700</u>	<u>\$ 195,800</u>
Safety		
1. Highway Patrol	<u>0</u>	<u>802,300</u>
Total	<u>\$ 5,935,400</u>	<u>\$ 2,460,200</u>

The Commissioner of Finance and Administration is authorized to establish eighteen (18) full-time and five (5) part-time positions and to allocate them to the appropriate organizational units, including nine (9) positions in the District Attorneys General Conference, eight (8) in Bureau of TennCare, one (1) in the Tennessee Higher Education Commission, three (3) in the Department of Health, and two (2) in the Department of Safety.

**HIGHER EDUCATION DISCLOSED CAPITAL OUTLAY
FROM SCHOOL BONDS AND INSTITUTIONAL SOURCES**

AND FURTHER AMEND in Section 29, Item 27 of the printed bill by inserting the following after the second paragraph of the item:

**State University and Community College System
(Tennessee Board of Regents):**

Austin Peay State University:

Dunn Bowl Development	\$	350,000
Miller Hall Elevator Installation		120,000
Public Safety Department Relocation		400,000
Total APSU	<u>\$</u>	<u>870,000</u>

Middle Tennessee State University:

Academic Building Renovation	\$	1,600,000
Baseball Weight Room		600,000
Campus Quadrangle		2,000,000
Football Practice Facility		20,250,000
Honors Plaza		300,000
Photography Building Demo and Site Improvements		120,000
Smith Hall Complex Upgrades		3,000,000
Tennis Court Replacement		250,000

Total MTSU	\$	28,120,000
Tennessee State University:		
Campus Security Improvements	\$	2,000,000
Housing Security and Maintenance Upgrades		3,000,000
Total TSU	\$	5,000,000
Tennessee Technological University:		
Derryberry Hall Lobby and Corridor Updates	\$	460,000
Engineering and Research Facility Planning		500,000
Facilities Services Complex		10,100,000
Foundation Hall Fire Alarm System Update		410,000
Hooper Eblen and Fitness Center Boiler Installation		1,750,000
Hooper Eblen Seating and Handrail Updates		2,240,000
Intramural Sports Fieldhouse		150,000
Roaden University Center Upgrades		6,000,000
Soccer Field and Practice Field Lighting		670,000
Craft Center Housing Exterior Repairs		410,000
Parking and Transportation Improvements		14,250,000
Recreation and Fitness Center		40,000,000
Parking Garage Construction		18,000,000
Total TTU	\$	94,940,000
University of Memphis:		
Annex Facility Completion	\$	500,000
Emergency Operations Generator		250,000
Grandview House Improvements		1,100,000
Lambuth Elevators and Classrooms		2,100,000
Recruitment Center		650,000
Research Accommodations		1,000,000
Zach Curlin Parking Extension		1,100,000
Patterson Parking Garage		14,500,000
Railroad Lane Bridge Construction		18,000,000
Southern Parking Garage Construction		20,000,000
Student Recreation Facility Construction		62,000,000
Total UoM	\$	121,200,000
Cleveland State Community College:		
Fire Alarm System Upgrade		650,000
Jackson State Community College:		
Physical Plant Service Building Updates		460,000
Motlow State Community College:		
McMinnville Campus Road and Parking Upgrade	\$	460,000
Moore County Campus Heat Recovery		380,000
Moore County Campus Roof Replacements		740,000
Simon Hall Building Interior Renovations		1,230,000

Total MSCC	\$ 2,810,000
Nashville State Community College:	
Cookeville Campus Lab Update	\$ 370,000
East Davidson County Teaching Facility	9,150,000
Madison Teaching Facility	9,150,000
Southeast Center Renovations	4,800,000
Total NASCC	\$ 23,470,000
Pellissippi State Community College:	
Campus Entrance Upgrades	\$ 230,000
CPAC Lighting Updates	230,000
Division Street Parking	820,000
HVAC Updates	500,000
Magnolia Campus Student Parking	600,000
Modular Classroom Building	370,000
Strawberry Plains Building Envelope Repairs	2,900,000
Strawberry Plains Repaving	300,000
Total PSCC	\$ 5,950,000
Roane State Community College:	
Dunbar Building Patio Enclosure	\$ 500,000
Electrical Systems Infrastructure Upgrades	380,000
Total RSCC	\$ 880,000
Volunteer State Community College:	
Annex Buildings Window Replacement	\$ 160,000
Campus Lighting Upgrades	400,000
Total VSCC	\$ 560,000
Total Tennessee Board of Regents	\$ 284,910,000
University of Tennessee:	
UT Knoxville:	
Boathouse Improvements	\$ 3,000,000
Hodges Library Improvements	1,600,000
Building Access Improvements	2,300,000
New Student Housing	91,000,000
West Campus Redevelopment	234,200,000
Total UTK	\$ 332,100,000
UT Health Science Center:	
Demolition of Madison Avenue Building	4,360,000
UT University-Wide Administration:	

Administration Building	\$	23,000,000
Parking Garage		14,000,000
Total UT University-Wide Administration	\$	37,000,000
Total University of Tennessee	\$	373,460,000
Grand Total	\$	658,370,000

The requests for UTK Replacement Residence Hall in the amount of \$127,000,000 and UTK New Student Housing in the amount of \$65,400,000 as identified on pages A-142 and A-143 of the 2014-2015 Budget Document are to be canceled.

SECTION 2 – CAPITAL OUTLAY AND MAJOR MAINTENANCE

AND FURTHER AMEND in Section 2, Item 10, by deleting the last sentence of the item and substituting instead the following:

The appropriation shall be available to fund the planning and developing of intellectual disability programs established under Tennessee Code Annotated, Section 12-2-117(e)(3).

SECTION 11 – DEPARTMENT OF EDUCATION PROVISIONS

AND FURTHER AMEND in Section 11, Item 1, by deleting subsection (b) in its entirety and substituting the following:

(b) The dollar value of the BEP instructional positions component shall be forty thousand four hundred forty-seven dollars (\$40,447) as amended;

AND FURTHER AMEND in Section 11, Item 10 by deleting the language “\$14,500,000” and substituting instead the language “\$8,500,000”.

SECTION 29 – HIGHER EDUCATION PROVISIONS

AND FURTHER AMEND in Section 29, Item 23 by deleting the Item in its entirety and substituting instead the following:

Item 23. If Senate Bill No. 2471 / House Bill No. 2491 relative to Tennessee Promise scholarships becomes a law, the Commissioner of Finance and Administration is authorized to transfer the program-generated revenues of the Tennessee Student Assistance Corporation (TSAC) invested as part of the chairs of excellence endowment

fund established pursuant to Chapter 98 of the Public Acts of 2013, and any associated earned income, to the Tennessee Promise Endowment Account created by the state legislation for the purpose of using interest earnings for the Tennessee Promise scholarships.

In the fiscal year ending June 30, 2015, the Commissioner of Finance and Administration, upon the recommendation of the Executive Director of TSAC, is authorized to transfer from the TSAC operating fund of the Federal Family Education Loan Program referenced in U.S. Code Annotated, Title 20, Section 1072b, such sum as is determined to be available to the Tennessee Promise special reserve account created by the state legislation for the purpose of funding the Tennessee Promise scholarships. Transfers from the operating fund may be made at any time that an excess in the operating fund justifies.

It is the legislative intent that the unexpended earnings of the endowment account and special reserve account shall not revert to the general fund at June 30, 2014 but be carried forward each June 30 and added to the funds appropriated in the succeeding fiscal year for expenditure as awards in the Tennessee Promise scholarship program.

AND FURTHER AMEND in Section 29, Item 24 by deleting the Item in its entirety and substituting instead the following:

Item 24. If Senate Bill No. 2471 / House Bill No. 2491 relative to Tennessee Promise scholarships becomes a law, the Commissioner of Finance and Administration is authorized to transfer, upon the joint recommendation of the Treasurer and Commissioner of Finance and Administration, from the Lottery for Education Account established in Tennessee Code Annotated, Section 4-51-111(b), an amount exceeding the required balance in the general shortfall reserve subaccount established in Tennessee Code Annotated, Section 4-51-111(b)(3) to the Tennessee Promise

Endowment Account. If the bill becomes a law by June 30, 2014, such shall occur after all other required expenses for the lottery scholarship program are made.

In the fiscal year ending June 30, 2015, the Commissioner of Finance and Administration is authorized to transfer, upon the joint recommendation of the Treasurer and Commissioner of Finance and Administration, from the Lottery for Education Account established in Tennessee Code Annotated, Section 4-51-111(b), an amount exceeding the required balance in the general shortfall reserve subaccount established in Tennessee Code Annotated, Section 4-51-111(b)(3) to the Tennessee Promise special reserve account created by the state legislation for the purpose of funding the Tennessee Promise scholarships. Such transfer shall occur after all other required expenses for the lottery scholarship program are made.

It is the legislative intent that the unexpended earnings of the endowment account and special reserve account shall not revert to the general fund at June 30, 2014 but be carried forward each June 30 and added to the funds appropriated in the succeeding year for expenditure as awards in the Tennessee Promise scholarship program.

AND FURTHER AMEND in Section 29 by inserting the following new Item before Item 27 and renumbering the items accordingly:

Item _____. In addition to any other funds appropriated by the provisions of this act, there is appropriated a sum sufficient from federal aid and other departmental revenues to the Student Assistance Corporation from the Federal Family Education Loan Program, if such federal funds are available, to administer the program. The Commissioner of Finance and Administration is authorized further to increase authorized positions after certification from the Executive Director of the Student Assistance Corporation of the availability of federal funds. It is the legislative intent that administration of the program shall be paid from funds and reserves received and

maintained by the Tennessee Student Assistance Corporation for the Federal Family Education Loan Program, and the general fund shall in no way be liable for such expenses.

SECTION 32 – FASTTRACK INFRASTRUCTURE JOB TRAINING

AND FURTHER AMEND in Section 32 by adding the following new item:

Item _____. The following appropriations from Section 1, Title III-8, Item 8, FastTrack Infrastructure and Job Training Assistance, are hereby transferred to Title III-8, Item 2, Business Development.

(a) The amount of \$5,000,000 to provide workforce development, screening, and recruitment services through the Department of Labor and Workforce Development for the Hankook Tire Manufacturing Tennessee, LP, project.

(b) The amount of \$1,000,000 to make a grant to the Community Saturday School for the Hankook Tire Manufacturing Tennessee, LP, project.

(c) The amount of \$1,120,200 to continue the International Export program.

SECTION 34 – TRANSFER OF APPROPRIATIONS IN 2013-2014

AND FURTHER AMEND in Section 34, Item 7 by deleting the language “and the Federal Family Education Loan Program (FFELP)”.

SECTION 36 – CARRYFORWARD AND REAPPROPRIATION OF CERTAIN FUNDS

AND FURTHER AMEND in Section 36 by adding the following new item:

Item _____. To the Alcoholic Beverage Commission in Section 4, Title III-2, Item 1.3 an amount not to exceed \$600,000 from unexpended departmental revenue for an information system project. This item is subject to the approval of the Commissioner of Finance and Administration.

SECTION 41 – PROVISIONS CONCERNING CERTAIN APPROPRIATIONS

AND FURTHER AMEND in Section 41 by adding the following new items:

Item _____. In the fiscal year ending June 30, 2014, there is appropriated a sum sufficient from the revenues and reserves of the Tennessee Regulatory Authority to fund an increase in the authority's indirect cost recovery charge.

Item _____. From the appropriations in Chapter 453, Public Acts of 2013, Section 1, Title III-1, Item 3, the Secretary of State, the Commissioner of Finance and Administration is authorized to make transfers of appropriations to the Help America Vote Act program from other programs in the Secretary of State's office.

Item _____. There is hereby appropriated a sum sufficient to the Comptroller of the Treasury, Tax Relief program. This item is subject to Senate Bill No. 2599 / House Bill No. 2503 becoming a law.

FREIGHT TRANSPORTATION STUDY

Item _____. The funds previously appropriated from the general fund in Chapter 453, Public Acts of 2013, Section 76, Item 23, to the Department of Transportation to conduct a study on freight volume are hereby reappropriated to the Department of Safety. The Department of Safety is directed to conduct a study concerning the forecasted growth, movement, and heavy volume of freight on all transportation modes in this state, including, but not limited to, the latest data and projections of growth trends in freight movement. The department shall report its findings and recommendations to the Transportation and Safety Committee of the Senate and the Transportation Committee of the House of Representatives no later than October 1, 2015. The appropriation shall not revert to the general fund, and further the Commissioner of Finance and Administration is hereby authorized to transfer the funds for the appropriation from the highway fund to the general fund.

ACCOUNTING FOR STATE REVENUES AND DEPARTMENTAL REVENUES PREVIOUSLY

REFERRED TO AS "DEFERRED REVENUE"

Item ____.

(a) In the fiscal year ending June 30, 2014, there is hereby appropriated a sum sufficient from the unexpended balances of grants made to state agencies under the provisions of Section 23 of Chapter 453, Public Acts of 2013, and previous appropriation acts, and previously classified in state accounts as deferred revenue, to be transferred to dedicated reserves in the general fund at June 30, 2014. The reappropriation and carry-forward of these funds is subject to approval by the Commissioner of Finance and Administration.

(b) In the fiscal year ending June 30, 2015, there is hereby appropriated a sum sufficient from the dedicated reserves in the general fund created at June 30, 2014 from the unexpended balances of grants made to state agencies under the provisions of Section 23 of Chapter 453, Public Acts of 2013, and previous appropriation acts, and previously classified in state accounts as deferred revenue. The reappropriation and carry-forward of these funds is subject to approval by the Commissioner of Finance and Administration.

SECTION 43 – OVER-APPROPRIATION – ESTIMATED REVERSION TO GENERAL FUND

AND FURTHER AMEND in Section 43 by deleting Item 1 in its entirety and substituting instead the following:

Item 1. It is the legislative intent to recognize over-appropriation reversion savings in the general fund in the following amounts:

(a) In fiscal year 2013-2014 to recognize an over-appropriation of \$153,200,000, including a base recurring over-appropriation of \$68,000,000 and a non-recurring over-appropriation of \$85,200,000.

(b) In fiscal year 2014-2015 to recognize an over-appropriation of \$85,000,000, including a base recurring over-appropriation of \$85,000,000 and a non-recurring over-appropriation of \$0.

SECTION 47 – CERTAIN RESERVES AND INTER-FUND TRANSFERS

AND FURTHER AMEND in Section 47 by deleting the language “\$496,300,000” in Item 2 of the bill and inserting instead “\$491,500,000”.

SECTION 48 – TENNCARE PROGRAM

AND FURTHER AMEND in Section 48, Item 3 by adding the following new subsection:

- (d) For alternative payment method modeling, the unexpended balance of the \$5,000,000 appropriated in Section 68, Item 2.2, of Chapter 453, Public Acts of 2013.

SECTION 49 – SALARY POLICY FOR STATE AND HIGHER EDUCATION EMPLOYEES

AND FURTHER AMEND in Section 49 by deleting the Section in its entirety and substituting instead the following:

SECTION 49. Salary Policy for State and Higher Education Employees.

Item 1. Survey Portion of Commissioned Officer Pay Plan and Wildlife Resources Agency Pay Plan.

- (a) It is the legislative intent that the survey portion of the commissioned officer pay plan in the Department of Safety and the Tennessee Law Enforcement Training Academy as referenced in Tennessee Code Annotated, Section 4-7-205, shall not be implemented effective July 1, 2014.

- (b) It is the legislative intent that the survey portion of the Tennessee Wildlife Resources Agency pay plan shall not be implemented effective July 1, 2014.

SECTION 50 – EDUCATION LOTTERY-FUNDED PROGRAMS

AND FURTHER AMEND in Section 50, Item 2(c), by deleting (2) in its entirety and substituting the following new sub-division:

- (2) For an eligible student under the ASPIRE need-based supplemental award pursuant to § 49-4-915:

- (A) \$750 per semester at four-year institutions;

(B) \$250 per semester at two-year institutions;

AND FURTHER AMEND in Section 50, Item 2(c)(3) by deleting the language “and”.

AND FURTHER AMEND in Section 50, Item 2(c), by deleting (4) in its entirety and substituting the following new sub-division:

(4) Pursuant to the provisions of § 49-4-920, the award amount for an eligible student under the Tennessee HOPE access grant shall be:

(A) \$1,250 per semester at four-year institutions;

(B) \$875 per semester at two-year institutions; and

AND FURTHER AMEND in Section 50, Item 2(c) by inserting the following new sub-division (5):

(5) The 2015-2016 award amount for an eligible student under the Tennessee Wilder Naifeh access grant shall be determined pursuant to the provisions of § 49-4-923.

SECTION 56 – TENNCARE ANNUAL COVERAGE ASSESSMENT

AND FURTHER AMEND in Section 56, Item 1 by inserting the following new subsection (e):

(e) From the funds available in the maintenance of trust fund at June 30, 2014, there is hereby appropriated to the TennCare program the following items. These appropriations are subject to Senate Bill No. 1908 / House Bill No. 1950 becoming a law.

(i) Appropriations from the Maintenance of Coverage Trust Fund:

Additional Critical Access Hospital Payments 2013-2014.	\$3,000,000
Additional Critical Access Hospital Payments 2014-2015.....	3,000,000
Restoration of the 1% Provider Rate Reduction for Hospitals and Professionals.....	7,567,400
TennCare Select – Hospital and Professionals Reimbursement.....	8,199,000
Restoration of the Rate Reductions for Non-Emergent Care at Hospitals.....	586,500
Offset Elimination of the 340 B Pricing Provision of the MCO Contractor Agreement.....	2,096,100
Total – Maintenance of Coverage Trust Fund	<u>\$24,449,000</u>

SECTION 58 – ORDERLY CLOSING OF FISCAL YEAR 2013-2014

AND FURTHER AMEND in Section 58 by inserting the following items to the end of the Section:

Item 4. From the TennCare reserve.

Item 5. From the reserve for revenue fluctuations established by Tennessee Code Annotated, Section 9-4-211.

LEGISLATIVE BUDGET ANALYSIS REQUEST FOR REPORTING REQUIREMENTS

AND FURTHER AMEND in Section 23, Item 5 by deleting the language “Office of Legislative Budget Analysis director” and substituting the language “Office of Legislative Budget Analysis directors”.

AND FURTHER AMEND in Section 32 by inserting the following new item:

Item _____. At the close of each fiscal year, the Commissioner of Economic and Community Development shall report to the directors of the Office of Legislative Budget Analysis any transfers made in Items 3 and 4 of this Section.

AND FURTHER AMEND in Section 57, Item 5 by inserting the language “, and the directors of the Office of Legislative Budget Analysis” after the language “Ways and Means committees”.

AND FURTHER AMEND in Section 58 by inserting the following language prior to the final sentence of the Section:

The Commissioner of Finance and Administration shall report to the chairs of the Senate and House Finance, Ways and Means Committees, and the directors of the Office of Legislative Budget Analysis all such transfers and carry-forward denials by January 15, 2015.

**HOUSEKEEPING –
TYPOGRAPHICAL, NAME, DATE, AND CITATION CORRECTIONS**

AND FURTHER AMEND in Section 2 by deleting the last sentence in Item 12 in its entirety and inserting instead the following:

This item is subject to Senate Bill No. 2597 / House Bill No. 2500 becoming a law.

AND FURTHER AMEND in Section 7, Item 3 by deleting the language “grants” and inserting instead “for grants”.

AND FURTHER AMEND in Section 7, Item 34 by inserting the language “non-recurring” after the language “Item 3, the”.

AND FURTHER AMEND in Section 50, Item 2(c) by deleting the language “Senate Bill ___ / House Bill ___” and inserting “Senate Bill No. 2471 / House Bill No. 2491”;

AND FURTHER AMEND in Section 56, Item 1(a) by deleting the language “Senate Bill No. ___ / House Bill No. ___” and inserting “Senate Bill No. 1908 / House Bill No. 1950”;

AND FURTHER AMEND in Section 56, Item 2 by deleting the language “Senate Bill No. ___ / House Bill No. ___” and inserting “Senate Bill No. 1872 / House Bill No. 1783”;

AND FURTHER AMEND in Section 58 by deleting the language “Senate Bill ___ / House Bill ___” wherever it appears and by inserting instead “Senate Bill No. 2597 / House Bill No. 2500”.

AND FURTHER AMEND by requesting the Engrossing Clerk to:

- (1) Delete the bold underlined explanatory headings in this amendment; and
- (2) Exclude this paragraph from the engrossed bill.